Form 3160-3 (August 1999)

## UNITED STATES

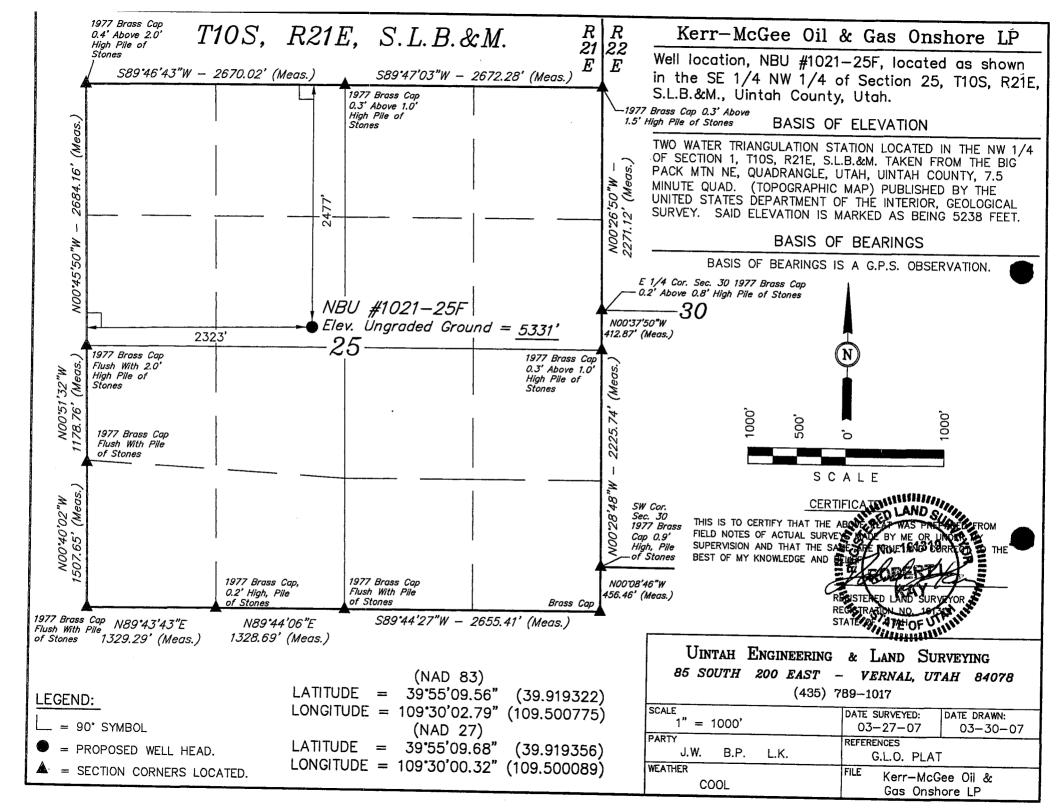
Action is Necessary this

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

				25.171.00	
DEPARTMENT OF THE	5. Lease Serial No.				
BUREAU OF LAND MA	UTU-02277-B				
APPLICATION FOR PERMIT TO	6. If Indian, Allottee o	or Tribe Name			
la. Type of Work: X DRILL	EENTER			7. If Unit or CA Agree	ement, Name and No.
<del>-</del> -				UNIT #891008900	)A
T. T. CW. II. CHONNIN . Dice with .	ļ <b>,</b>			8. Lease Name and W	ell No.
b. Type of Well: Oil Well Gas Well Other		Single Zone	Multiple Zone	NBU 1021-25F	
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP				9. API Well No. 431	47-39578
3A. Address 1368 SOUTH 1200 EAST VERNAL, UT 84078	(435) 781	o. (include area co <b>-7024</b>	,	10. Field and Pool, or NATURAL BUTT	
4. Location of Well (Report location clearly and in accordance with	th any State req	uirements.*)39.	919302	11. Sec., T., R., M., or	Blk, and Survey or Area
At proposed prod. Zone	419668	(0)	500018	SEC. 25, T10S, R	21E
<ol> <li>Distance in miles and direction from nearest town or post office</li> <li>19.7 +/- MILES SOUTH OF OURAY, UTAH</li> </ol>	2*			12. County or Parish UINTAH	13. State
15. Distance from proposed* location to nearest	16. No. of A	cres in lease	17. Spacing Unit de	edicated to this well	
property or lease line, ft. 2323' (Also to nearest drig. unit line, if any)	1640.00		40.00		
18. Distance from proposed location* to nearest well, drilling, completed, REFER To	10 Propose	d Denth	20. BLM/BIA Bond	ad No. on #10	
to nearest well, drilling, completed, REFER TOPO C	8810'	a Dopui	BOND NO: WY		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) <b>5327'GL</b>	22. Approxi	mate date work wi	ll start*	23. Estimated duration	
	24. A	ttachments			
The following, completed in accordance with the requirements of O	nshore Oil and (	Gas Order No. 1, sl	nall be attached to this	s form:	
1. Well plat certified by a registered surveyor.	ı	4. Bond to co	uor the Aparetions w	alogg ogsvened by an evictiv	-1161-7
A Drilling Plan.				nless covered by an existing	g bond on file (see
3. A Surface Use Plan (if the location is on National Forest System	Lands the	Item 20 abo	•		
SUPO shall be filed with the appropriate Forest Service Office.	Lands, the	5. Operator ce			
Bot o shan be free with the appropriate Polest Service Office.	,	6. Such other s authorized of		on and/or plans as may be	required by the
25. Signature (1)	Nar	ne (Printed/Typed)	1745	ļ D	Pate
	¦SH	EILA UPCHE	GO	ļ	8/14/2007
SENIOR LAND ADMIN SPECIALIST		. 4-	· .		
Approved by Cignature	Nan	BRADLE	Y G. HILL	E	08-24-07
Title	Offic	ENVIRONMEN	<del>TAL MANAGER</del>	· ·	00 0 1 1
Application approval does not warrant or certify that the applicant h	nolds legal or eq	uitable title to those	e rights in the subject	lease which would entitle	the applicant to conduct
operations thereon.					
Conditions of approval, if any, are attached.					
Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, mak States any false, fictitious or fraudulent statements or representation	te it a crime for a	any person knowin er within its jurisdi	gly and willfully to m	ake to any department or	agency of the United
*(Instructions on reverse)				RECEIV	ED.

AUG 2 1 2007

DIV. OF OIL, GAS & MINING



### NBU #1021-25F SE/NW SEC 25, T10S, R21E UINTAH COUNTY, UTAH UTU-02277-B

#### ONSHORE ORDER NO. 1

#### DRILLING PROGRAM

#### 1. <u>Estimated Tops of Important Geologic Markers:</u>

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	956'
Top of Birds Nest Water	1301'
Mahogany	1612'
Wasatch	4105'
Mesaverde	6708'
MVU2	7683'
MVL1	8294'
TD	8810'

#### 2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	956'
	Top of Birds Nest Water	1301'
	Mahogany	1612'
Gas	Wasatch	6708'
Gas	Mesaverde	7683
Gas	MVU2	8294'
Gas	MVL1	8810
Water	N/A	
Other Minerals	N/A	

#### 3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

#### 4. Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

#### 5. <u>Drilling Fluids Program</u>:

Please see the Natural Buttes Unit SOP.

#### 6. Evaluation Program:

Please see the Natural Buttes Unit SOP.

#### 7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 8810' TD, approximately equals 5462 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3524 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

#### 8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

#### 9. Variances:

Please see Natural Buttes Unit SOP.

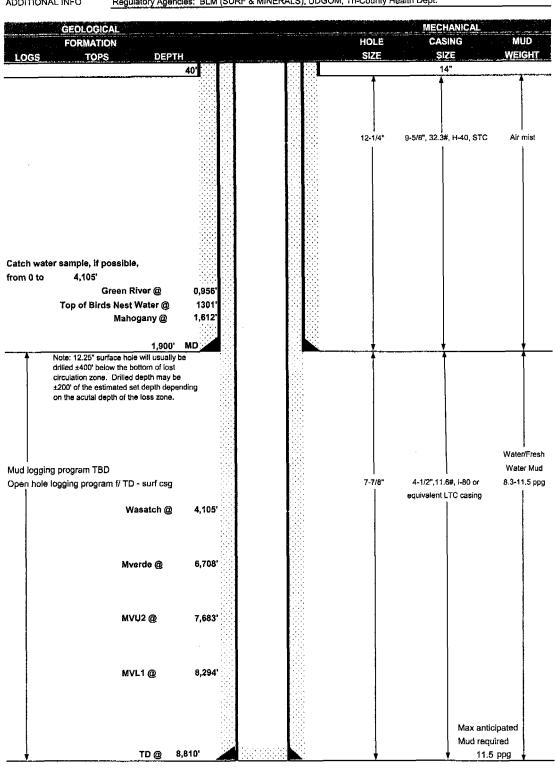
#### 10. Other Information:

Please see Natural Buttes Unit SOP.



#### KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

KERR-McGEE OIL & GAS ONSHORE LP August 14, 2007 DATE COMPANY NAME NBU 1021-25F TD 8,810' MD/TVD WELL NAME STATE Utah **ELEVATION** 5,327' GL KB 5,342' **COUNTY Uintah** FIELD Natural Buttes SURFACE LOCATION SE/NW SEC. 25, T10S, R21E 2477 FNL, 2323 FWL Straight Hole 39.919322 Longitude: 109.500775 Latitude: OBJECTIVE ZONE(\$) Wasatch/Mesaverde Regulatory Agencies: BLM (SURF & MINERALS), UDGOM, Tri-County Health Dept. ADDITIONAL INFO





#### KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

#### CASING PROGRAM

									ESIGN FACT	ORS !
	SIZE	!N	TERV	AL.	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'							
								2270	1370	254000
SURFACE	9-5/8"	0	to	1900	32.30	H-40	STC	0.68*****	1.54	4.73
	<u> </u>							7780	6350	201000
PRODUCTION	4-1/2"	0	to	8810	11.60	1-80	LTC	2.34	1.21	2.25
								1		

<sup>1)</sup> Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)

(Burst Assumptions: TD =

11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

3330 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

#### CEMENT PROGRAM

r.			(d	(2° - 17)	NATE OF THE PARTY.	Market TT TV To July
	FT. OF FILL				WEIGHT	
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ .25 pps flocele	į			
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele				
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCi	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to s	urface, op	tion 2 will b	e utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+.25 pps Flocele + 3% salt BWOC				
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
ì		+ .25 pps flocele	}			
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION LEAD	3,600'	Premium Lite II + 3% KCI + 0.25 pps	390	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	5,210'	50/50 Poz/G + 10% salt + 2% gel +.1% R-3	1460	60%	14.30	1.31

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.				
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.				
		_			

#### ADDITIONAL INFORMATION

DRILLING

BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to	2,500 psi) prior to drilling out. Record on chart recorder &
tour sheet. Function test rams on each trip. Maintain safety valve & inside	BOP on rig floor at all times. Kelly to be equipped with upper
& lower kelly valves.	
Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degr	965.
Most rigs have PVT Systems for mud monitoring. If no PVT is available, vi	sual monitoring will be utilized.
Most rigs have PVT Systems for mud monitoring. If no PVT is available, vi	
ENGINEER:	DATE:

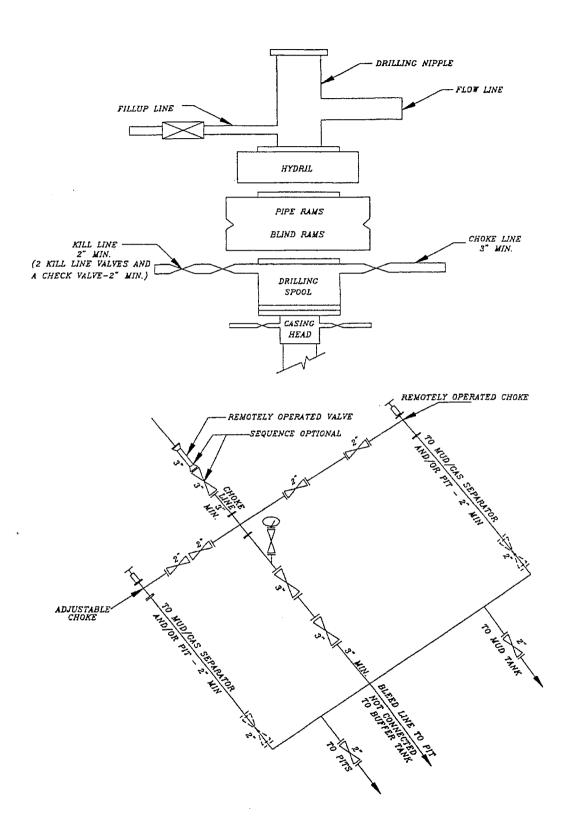
	**************************************	T 1 T 1 T 1 T 1 T 1 T 1 T 1 T 1 T 1 T 1
	Brad Lanev	
	Drad Carloy	
BOOKING GUBEBUITENBENG		DATE.
DRILLING SUPERINTENDENT:		DATE:
	Randy Rayna	

NBU1021-25F DHD

<sup>2)</sup> MASP (Prod Casing) = Pore Pressure at TD - (.22 psi/ft-partial evac gradient x TD)

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

### 5M BOP STACK and CHOKE MANIFOLD SYSTEM



### NBU #1021-25F SE/NW SEC 25, T10S, R21E UINTAH COUNTY, UTAH UTU-02277-B

#### ONSHORE ORDER NO. 1

#### MULTI-POINT SURFACE USE & OPERATIONS PLAN

#### 1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

#### 2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

Approximately 40' +/- miles of access road is proposed. Please refer to the attached Topo Map B.

#### 3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

#### 4. Location of Existing & Proposed Facilities:

Please see the Natural Buttes Unit SOP.

Approximately 650' +/- of 4" steel pipeline is proposed. Please refer to the attached Topo Map D.

#### Variances to Best Management Practices (BMPs) Requested:

The pipeline shall be installed on surface within the access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

#### 5. <u>Location and Type of Water Supply:</u>

Please see the Natural Buttes SOP.

#### 6. Source of Construction Materials:

Please see the Natural Buttes SOP.

#### 7. <u>Methods of Handling Waste Materials:</u>

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU#159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E (Request is in lieu of filing Form 3160-5, after initial production).

#### 8. Ancillary Facilities:

Please see the Natural Buttes SOP.

#### 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A 20 mil reserve pit liner with felt will be used. As discussed at the on-site inspection.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

#### 10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

Fourwing Salt Brush	4 lbs.
Black Sagebrush	12 lbs.
Shadscale	4 lbs.

Operator shall call the BLM for the seed mixture when final reclamation occurs.

#### 11. Surface Ownership:

The well pad and access road are located on lands owned by:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

#### 12. Other Information:

A Class III Archaeological Survey Report, has been performed and will be submitted when report becomes available.

The paleontological survey have been performed and will be submitted when report becomes available.

#### **WILDLIFE STIPULATIONS:**

**GOLDEN EAGEL:** No construction or drilling from February 1<sup>st</sup> – July 15<sup>th</sup>.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying with the boundaries of the unit.

#### 13. Lessee's or Operator's Representative & Certification:

Sheila Ucphego Senior Land Admin Specialist Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7024 Randy Bayne
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP
1368 South 1200 East
Vernal, UT 84078
(435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bold #WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Sheila Upchego B/14/2007
Date

### Kerr-McGee Oil & Gas Onshore LP

### NBU #1021-25F SECTION 25, T10S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 11.2 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 6.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.1 MILES TO THE BEGINNING OF THE PROPOSED ACCESS FOR THE #1021-25G TO THE EAST; FOLLOW ROAD FLAGS IN AN EASTERLY DIRECTION APPROXIMATELY 0.8 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHEAST; FOLLOW ROAD FLAGS IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 40' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 50.7 MILES.

### Kerr-McGee Oil & Gas Onshore LP

NBU #1021-25F LOCATED IN UINTAH COUNTY, UTAH SECTION 25, T10S, R21E, S.L.B.&M.

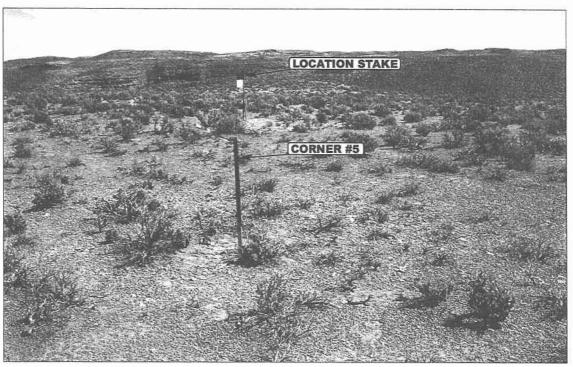


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

**CAMERA ANGLE: NORTHEASTERLY** 

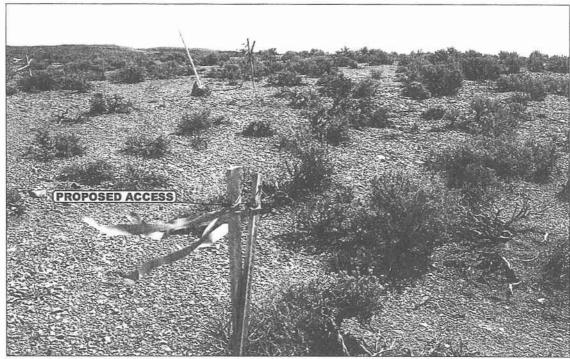


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

**CAMERA ANGLE: SOUTHEASTERLY** 

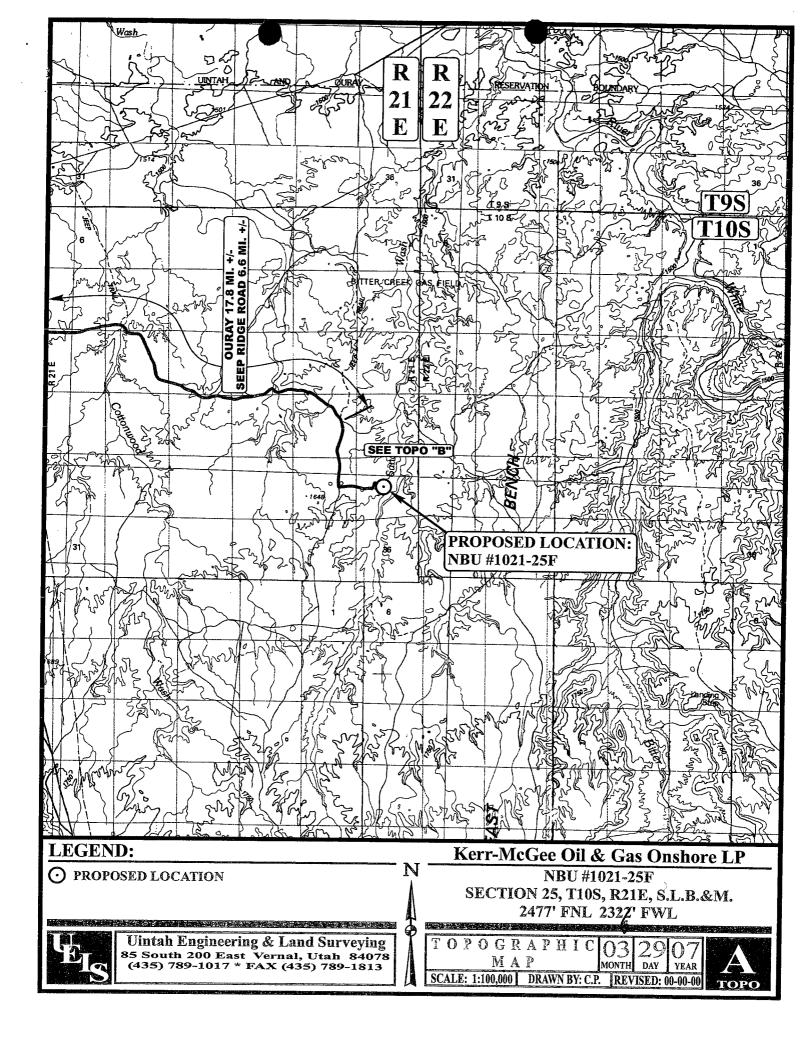


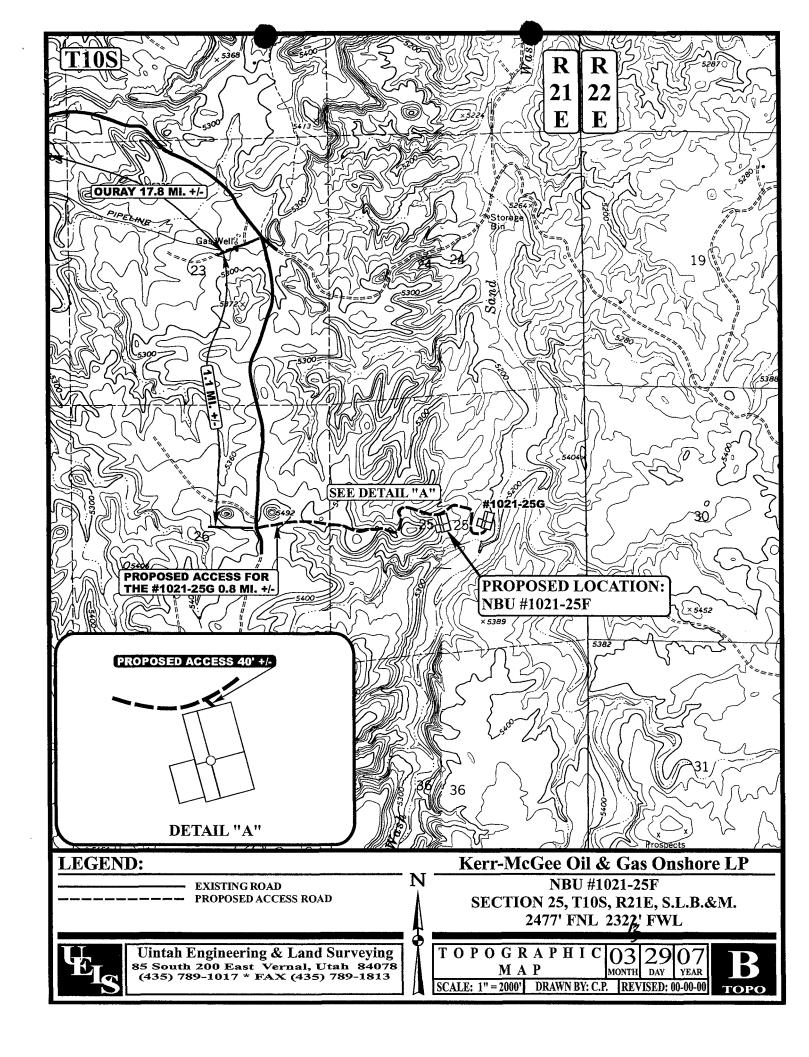
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

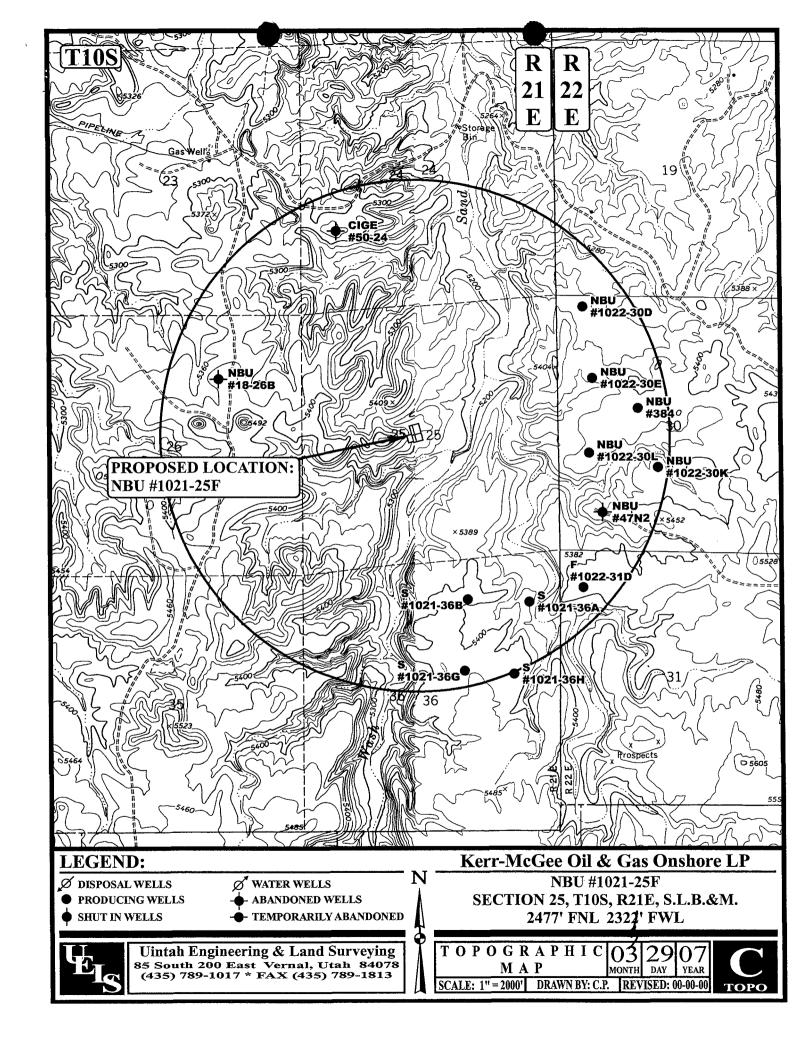
LOCATION PHOTOS

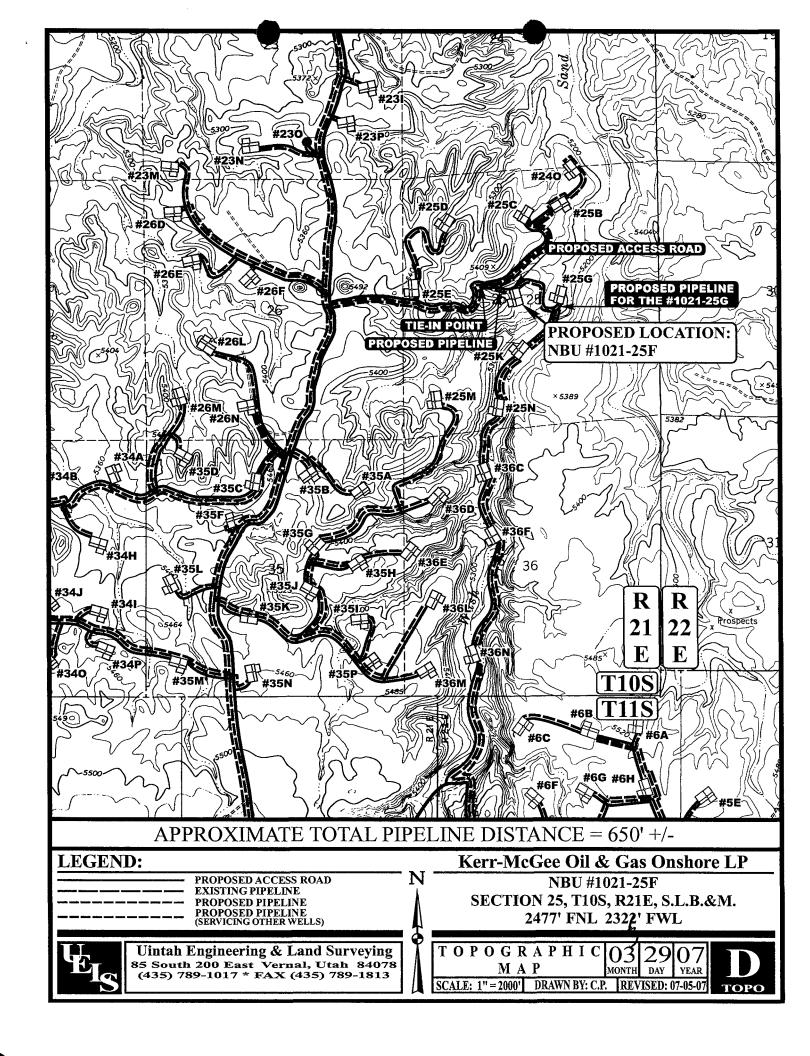
TAKEN BY: J.W. | DRAWN BY: C.P. | REVISED: 00-00-00

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## Kerr-McGee Oil & Gas Onshore LP

NBU #1021-25F PIPELINE ALIGNMENT LOCATED IN UINTAH COUNTY, UTAH SECTION 25, T10S, R21E, S.L.B.&M.

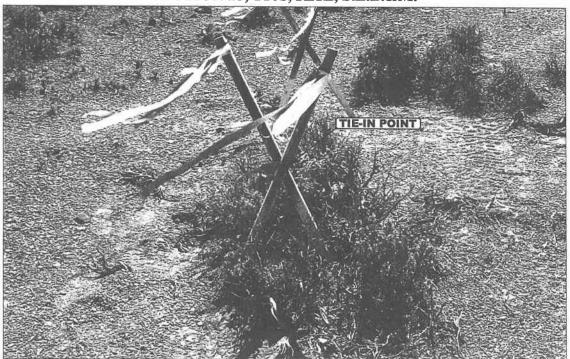


PHOTO: VIEW FROM TIE-IN POINT

CAMERA ANGLE: SOUTHEASTERLY

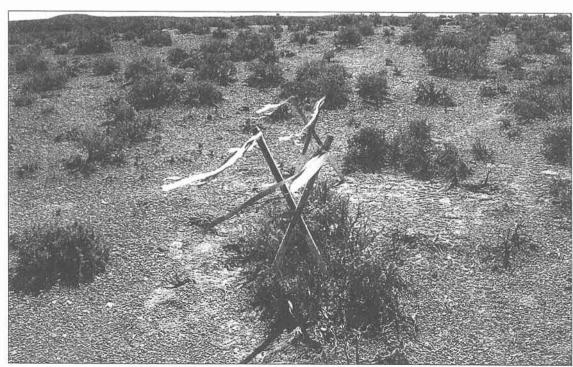


PHOTO: VIEW OF PIPELINE ALIGNMENT

**CAMERA ANGLE: SOUTHEASTERLY** 

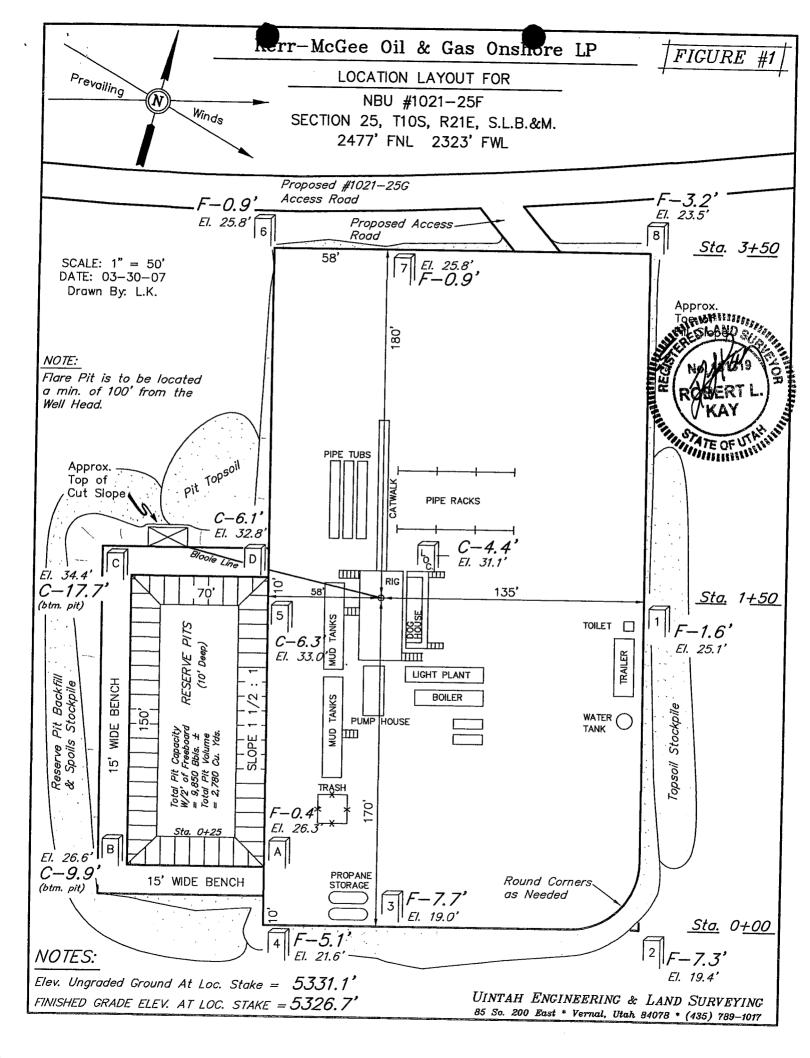


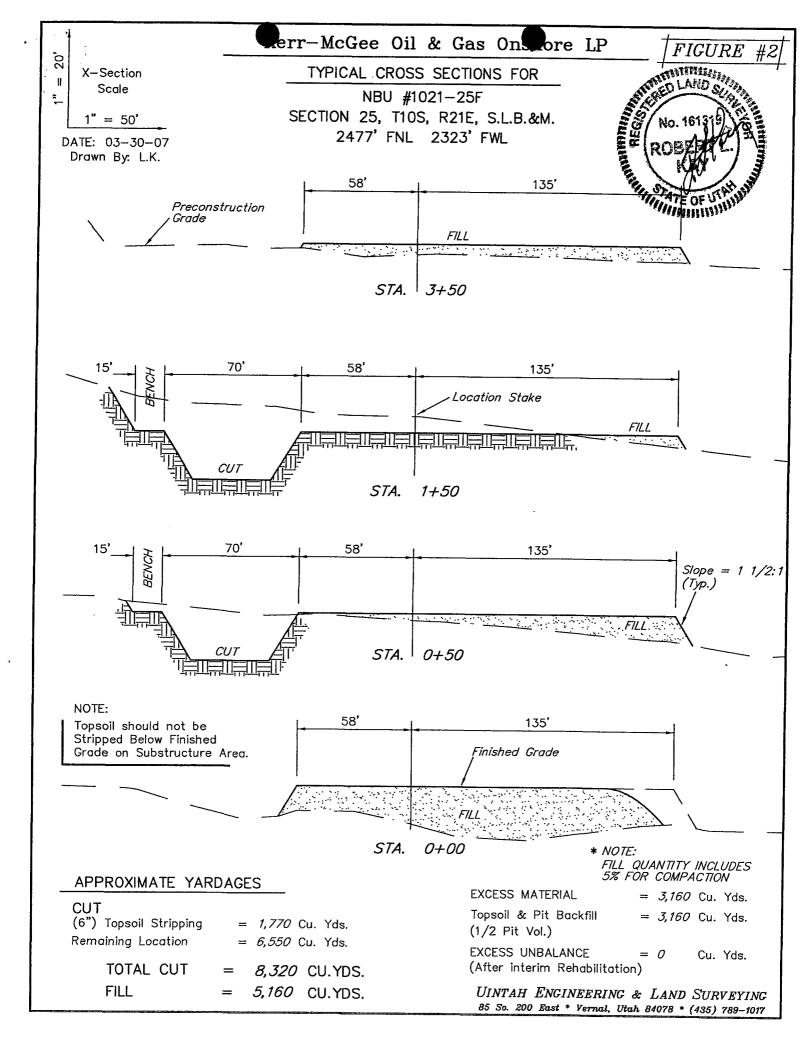
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

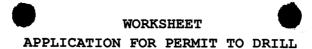
PIPELINE PHOTOS

MONTH DAY TAKEN BY: J.W. | DRAWN BY: C.P. | REVISED: 00-00-00

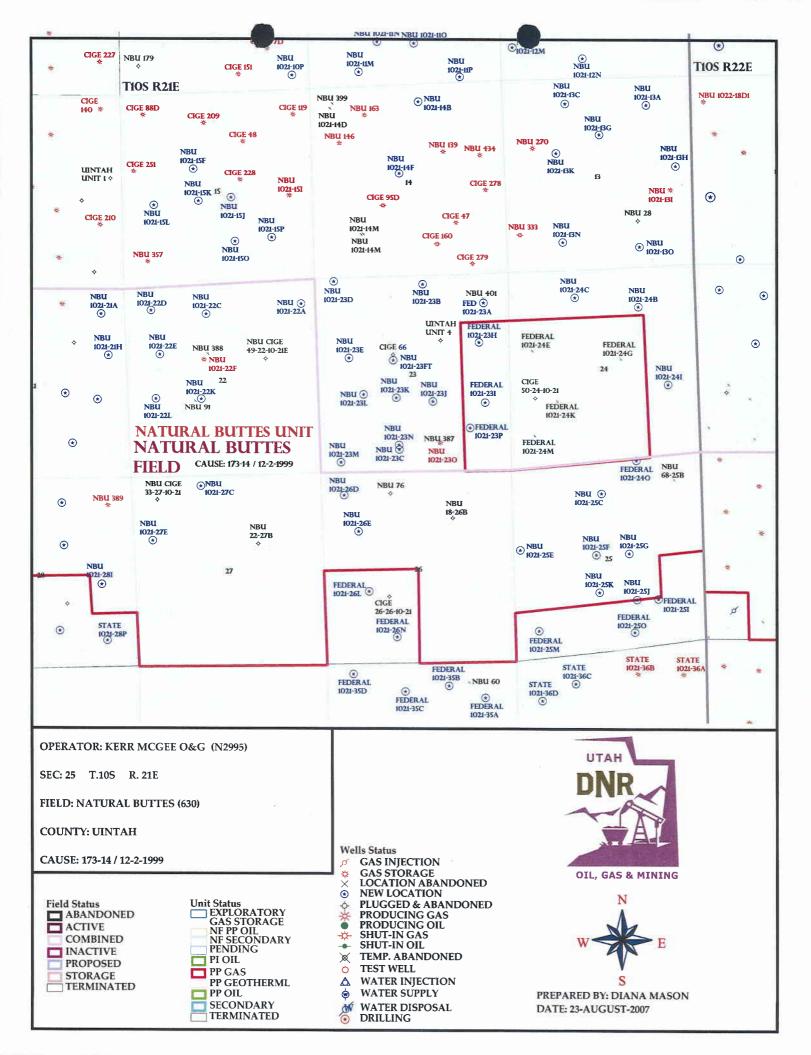
РНОТО







APD RECEIVED: 08/21/2007	API NO. ASSIG	GNED: 43-047	-39578		
WELL NAME: NBU 1021-25F					
OPERATOR: KERR-MCGEE OIL & GAS ( N2995 )	PHONE NUMBER:	435-781-7024	1		
CONTACT: SHEILA UPCHEGO					
PROPOSED LOCATION:	INSPECT LOCATN	BY: /	/		
SENW 25 100S 210E SURFACE: 2477 FNL 2323 FWL	Tech Review	Initials	Date		
BOTTOM: 2477 FNL 2323 FWL	Engineering				
COUNTY: UINTAH LATITUDE: 39.91930 LONGITUDE: -109.5000	Geology				
UTM SURF EASTINGS: 628195 NORTHINGS: 44196	Surface				
LEASE TYPE: 1 - Federal  LEASE NUMBER: UTU-02277-B  SURFACE OWNER: 1 - Federal	PROPOSED FORMA COALBED METHAN		7D		
RECEIVED AND/OR REVIEWED:	LOCATION AND SITING:				
Plat  Ponda Fod [1] Ind [1] Cha [1] For [1]	R649-2-3.				
Bond: Fed[1] Ind[] Sta[] Fee[] (No. WYB000291 )	Unit: NATURAL BUTTES	it: NATURAL BUTTES			
Potash (Y/N)		R649-3-2. General			
Oil Shale 190-5 (B) or 190-3 or 190-13	Siting: 460 From Qtr/Qtr & 920' Between Wells				
Water Permit R649-3-3. Exception R649-3-3.					
N RDCC Review (Y/N)	Drilling Unit	ingul	•		
(Date:)	Board Cause No: Eff Date:	12-2-90			
Fee Surf Agreement (Y/N)	Siting: 4001	v ubdre	E Uncom, Wt.		
Intent to Commingle (Y/N)	R649-3-11. Dire	ectional Dril	.1		
COMMENTS: Sop, Separate SC					
stipulations: 1. Sana Oa Z- Die	pprove				



### **United States Department of the Interior**

#### BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

August 29, 2007

#### Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2007 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2007 within the Natural Buttes Unit, Uintah County, Utah.

API# WELL NAME LOCATION

#### (Proposed PZ Wasatch/MesaVerde)

43-047-39540 NBU 922-30L-T Sec 30 T09S R22E 2106 FSL 0817 FWL 43-047-39542 NBU 1021-14B Sec 14 T10S R21E 0439 FNL 2355 FEL 43-047-39543 NBU 1021-14F Sec 14 T10S R21E 2404 FNL 2387 FWL 43-047-39544 NBU 1021-150 Sec 15 T10S R21E 1127 FSL 2304 FEL 43-047-39545 NBU 1021-15K Sec 15 T10S R21E 2277 FSL 2041 FWL 43-047-39546 NBU 1021-15L Sec 15 T10S R21E 2188 FSL 0783 FWL 43-047-39547 NBU 1021-15F Sec 15 T10S R21E 2164 FNL 1915 FWL 43-047-39548 NBU 1021-15J Sec 15 T10S R21E 2361 FSL 2372 FEL 43-047-39563 NBU 1021-15P Sec 15 T10S R21E 1214 FSL 1262 FEL 43-047-39564 NBU 1021-22C Sec 22 T10S R21E 0902 FNL 2194 FWL 43-047-39549 NBU 1021-22K Sec 22 T10S R21E 2088 FSL 2006 FWL 43-047-39550 NBU 1021-22A Sec 22 T10S R21E 0668 FNL 0469 FEL 43-047-39551 NBU 1021-22L Sec 22 T10S R21E 2114 FSL 0725 FWL 43-047-39565 NBU 1021-22D Sec 22 T10S R21E 0769 FNL 0641 FWL 43-047-39566 NBU 1021-22E Sec 22 T10S R21E 2000 FNL 0860 FWL 43-047-39567 NBU 1021-23E Sec 23 T10S R21E 2201 FNL 0846 FWL 43-047-39569 NBU 1021-23B Sec 23 T10S R21E 0175 FNL 2391 FEL 43-047-39557 NBU 1021-23K Sec 23 T10S R21E 2021 FSL 2152 FWL 43-047-39558 NBU 1021-23N Sec 23 T10S R21E 0699 FSL 2196 FWL 43-047-39559 NBU 1021-23D Sec 23 T10S R21E 0065 FNL 0460 FWL 43-047-39560 NBU 1021-23L Sec 23 T10S R21E 2126 FSL 1227 FWL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Natural Buttes Unit
 Division of Oil Gas and Mining
 Central Files
 Agr. Sec. Chron
 Fluid Chron

MCoulthard:mc:8-29-07



# DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

**Division of Oil Gas and Mining** 

JOHN R. BAZA Division Director

August 29, 2007

Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, Ut 84078

Re:

NBU 1021-25F Well, 2477' FNL, 2323' FWL, SE NW, Sec. 25, T. 10 South, R. 21 East,

Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39578.

Associate Director

pab **Enclosures** 

cc:

**Uintah County Assessor** 

Bureau of Land Management, Vernal Office



Operator:	Kerr-McGee Oil & Gas Onshore LP					
Well Name & Number	NBU 1021-25F					
API Number:	43-047-39578					
Lease:	UTU-02277-B					
Location: SE NW	Sec. 25 T. 10 South	<b>R.</b> 21 East				

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

STATE OF UTAH		FORM 9				
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING	•	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-02277B				
SUNDRY NOTICES AND REPORTS ON	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current botto drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for st	om-hole depth, reenter plugged wells, or to uch proposals.	7. UNIT or CA AGREEMENT NAME: 891008900A				
1. TYPE OF WELL OIL WELL GAS WELL . OTHER		8. WELL NAME and NUMBER: NBU 1021-25F				
2. NAME OF OPERATOR: Kerr-McGee Oil & Gas Onshore, LP		9. API NUMBER: 4304739578				
3. ADDRESS OF OPERATOR: P.O. Box 173779 CITY Denver STATE CO ZIP 8021	7-3779 PHONE NUMBER: (720) 929-6226	10. FIELD AND POOL, OR WILDCAT: Natural Buttes Field				
4. LOCATION OF WELL						
FOOTAGES AT SURFACE: 2477' FNL & 2323' FWL		соинту: Uintah				
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENW 25 10S 21E		STATE: UTAH				
11. CHECK APPROPRIATE BOXES TO INDICATE NA	TURE OF NOTICE, REPOR	RT, OR OTHER DATA				
TYPE OF SUBMISSION	TYPE OF ACTION					
✓ NOTICE OF INTENT	DEEPEN	REPERFORATE CURRENT FORMATION				
	FRACTURE TREAT	SIDETRACK TO REPAIR WELL  TEMPORARILY ABANDON				
	NEW CONSTRUCTION OPERATOR CHANGE	TUBING REPAIR				
	PLUG AND ABANDON	VENT OR FLARE				
	PLUG BACK	WATER DISPOSAL				
(Submit Original Form Only)	PRODUCTION (START/RESUME)	WATER SHUT-OFF				
Date of work completion:	RECLAMATION OF WELL SITE	OTHER: APD Extension				
	RECOMPLETE - DIFFERENT FORMATION					
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  Kerr-McGee Oil & Gas Onshore, LP, respectfully requests a one year extension of this APD in order to complete drilling operations. Utah Division of Oil, Gas, and Mining initially approved this APD on August 29, 2007.  Approved by the Utah Division of Oil, Gas and Mining						
Date: 26-12 By:	WID TO THE REAL PROPERTY OF THE PARTY OF THE	COPY SENT TO OPERATOR  Date: 8.14.2008  Initials: 145				
NAME (PLEASE PRINT) Kevin McIntyre	тпье Regulatory Analy	st I				

(This space for State use only)

**RECEIVED** AUG 1 2 2008

8/11/2008

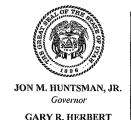


#### Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 4304739578	
Well Name: NBU 1021-25F	NUL C., OF TIOC DOIE
Location: SENW 2477' FNL & 2323' F Company Permit Issued to: Kerr-Me	
Date Original Permit Issued: 8/29/200	
Date Originari crimit issued. 6/29/200	•
The undersigned as owner with legal read on the legal readove, hereby verifies that the information approved application to drill, remains verifies.	
Following is a checklist of some items verified.	related to the application, which should be
f located on private land, has the owne agreement been updated? Yes⊟No⊠	•
Have any wells been drilled in the vicir the spacing or siting requirements for t	nity of the proposed well which would affect his location? Yes⊡No☑
Has there been any unit or other agree permitting or operation of this propose	ements put in place that could affect the d well? Yes□No☑
Have there been any changes to the a of-way, which could affect the propose	ccess route including ownership, or right- d location? Yes□No☑
Has the approved source of water for o	drilling changed? Yes□No☑
Have there been any physical changes which will require a change in plans fro evaluation? Yes□No☑	s to the surface location or access route om what was discussed at the onsite
s bonding still in place, which covers t	his proposed well? Yes⊠No□
him.	8/11/2008
Signature	Date
Title: Regulatory Analyst I	
Representing: Kerr-McGee Oil & Gas Ons	shore, LP
	RECEIVED

AUG 1 2 2008



Lieutenant Governor

### State of Utah

#### DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

February 24, 2009

Raleen White Anadarko Petroleum Corp. PO Box 173779 Denver, CO 80217-3779 43 047 39578 NBU 1021-25F 105 21E 25

Re: APDs Rescinded at the request of Anadarko Petroleum Corp.

Dear Ms. White:

Enclosed find the list of APDs that you requested to be rescinded to Anadarko Petroleum Corp. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective February 20, 2009.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject locations.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

**Environmental Scientist** 

cc: Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



43047395730000	FEDERAL 1021-23P	108	21E	23	SESE
43047395770000	FEDERAL 1021-25I	108	21E	25	NESE
43047395760000	FEDERAL 1021-25M	108	21E	25	swsw
43047397930000	Federal 1021-25N	10S	21E	25	SESW
43047395810000	FEDERAL 1021-34K	108	21E	34	NESW
43047395520000	FEDERAL 1021-34M	108	21E	34	SWSW
43047395560000	FEDERAL 1021-34P	10S	21E	34	SESE
43047389890000	FEDERAL 1021-35F	10S	21E	35	SENW
43047389760000	FEDERAL 1021-35G	10S	21E	35	SWNE
43047389380000	FEDERAL 1021-35H	10S	21E	35	SENE
43047389350000	FEDERAL 1021-35I	10S	21E	35	NESE
43047389330000	FEDERAL 1021-35P	108	21E	35	SESE
43047389370000	FEDERAL1021-35A	108	21E	35	NENE
43047365050000	LOVE 1121-2B	118	21E	02	NWNE
43047394050000	LOVE UNIT 1121-10NT	11S	21E	10	SESW
43047393910000	LOVE UNIT 1121-3NT	11S	21E	03	SWSW
43047388240000	LOVE UNIT 1122-18C	11S	22E	18	NENW
43047388250000	LOVE UNIT 1122-18J	11S	22E	18	NWSE
43047388260000	LOVE UNIT 1122-18K	11S	22E	18	NESW
43047396050000	LOVE UNIT 1122-18L	118	22E	18	NWSW
43047396030000	LOVE UNIT 1122-19C	118	22E	19	NENW
43047386310000	MULLIGAN 823-23H	08S	23E	23	SENE
43047387130000	MULLIGAN 823-240	08S	23E	24	SWSE
43047393730000	NBU 1020-1KT	10S	20E	01	NESW
43047393740000	NBU 1020-24BT	108	20E	24	NWNE
43047393760000	NBU 1021-11I	10\$	21E	11	NESE
43047393800000	NBU 1021-11M	10S	21E	11	SWSW
43047393790000	NBU 1021-11P	10S	21E	11	SESE
4304739383	NBU 1021-12A	10S	21E	12	NENE
43047393860000	NBU 1021-12L - STATE	108	21E	12	NWSW
43047393840000	NBU 1021-12N	108	21E	12	SESW
43047395470000	NBU 1021-15F	108	21E	15	SENW
43047395460000	NBU 1021-15L	10S	21E	15	NWSW
43047395630000	NBU 1021-15P	10S	21E	15	SESE
43047395260000	NBU 1021-20G STATE/FED	10S	21E	20	SWNE
43047395340000	NBU 1021-20J STATE/FED	10S	21E	20	NWSE
43047395330000	NBU 1021-20K STATE/FED	10S	21E	20	NESW
43047395320000	NBU 1021-20L STATE/FED	10S	21E	20	NWSW
43047395310000	NBU 1021-200 <b>STATE/FED</b>	10S	21E	20	SWSE
43047375280000	NBU 1021-21C (FKA C275)	10S	21E	21	NENW
43047367020000	NBU 1021-21H	10S	21E	21	SENE
43047395500000	NBU 1021-22A	10S	21E	22	NENE
43047394030000	NBU 1021-23FT	108	22E	23	SENW
43047395600000	NBU 1021-23L	108	21E	23	NWSW
43047395780000	NBU 1021-25F	10S	21E	25	SENW
43047395750000	NBU 1021-25J	108	21E	25	NWSE
43047395610000	NBU 1021-25K	108	21E	25	NESW

	43047395800000	NBU 1021-26D	10S	21E	26	NWNW
•	43047395790000	NBU 1021-26E	108	21E	26	SWNW
	43047379680000	NBU 1021-6C	10S	21E	06	NENW LOT 3
	43047379670000	NBU 1021-6D	10S	21E	06	NWNW LOT 4
	43047379410000	NBU 1021-7B	10S	21E	07	NWNE
	43047401850000	NBU 921-31BT	09S	21E	31	NWNE
	43047363950000	NBU 921-33K	09S	21E	33	NESW
	4304740038	HATCH 923-13A	09S	23E	13	NENE
	4304740060	HATCH 923-13ED	09S	23E	13	SWNW
	4304740059	HATCH 923-13O	09S	23E	13	SWSE
	4304740061	HATCH 923-14M	098	23E	14	SWSW
	4304740143	HATCH 923-14O	09S	23E	14	SWSE
	4304740064	HATCH 923-15B	09\$	23E	15	NWNE
	4304740062	HATCH 923-15L	09S	23E	15	NWSW
	4304740063	HATCH 923-15P	09S	23E	15	SESE
	4304740065	HATCH 923-24O	098	23E	24	SWSE
	4304740069	HATCH 923-25A	098	23E	25	NENE
	4304740068	HATCH 923-25I	098	23E	25	NESE
	4304740070	HATCH 923-25O	09S	23E	25	SWSE
	43047388010000	FEDERAL 1022-15H	10S	22E	15	SENE
	4304739388	FEDERAL 1022-15K	108	22E	15	NESW
	43047389240000	FEDERAL 1022-15L	10S	22E	15	NWSW



### United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078

(435) 781-4400 Fax: (435) 781-4410 http://www/blm.gov/ut/st/en/fo/vernal/html



IN REPLY REFER TO: 3160 LLUTG01100

March 2, 2009

9 43847. 39578

Raleen White Kerr McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779

Re:

Return Unapproved APD Well No. NBU 1021-25F SENW, Sec. 25, T10S, R21E Uintah County, Utah Lease No. UTU-02277-B Natural Buttes Unit

Dear Ms. White:

The Application for Permit to Drill (APD) for the above referenced well received August 16, 2007, is being returned unapproved per your request to this office in an email message on February 20, 2009. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions regarding this matter, please contact me at (435) 781-4455.

Sincerely,

Cindy severson

Cindy Severson Land Law Examiner

Enclosures

CC:

**UDOGM** 

RECEIVED MAR 1 0 2009

DIV. OF OIL, GAS & MINING